

HOV SERVICES LIMITED		
Consolidated Financial Results for the Year Ended on March 31, 2011		
(Rs. in Lacs, except per share data)		
Particulars	Year ended March 31, 2011 Audited	Year ended March 31, 2010 Audited
1. Income		
(a) Income from Operations	70,925.37	84,839.35
(b) Other Operating Income - Foreign Exchange Gain (Net)	-	-
	70,925.37	84,839.35
2. Expenditure		
(a) Employees cost	36,072.22	44,745.99
(b) Depreciation	2,916.36	2,521.65
(c) Other expenditure	23,765.51	27,545.26
(d) Foreign Exchange Loss (Net)	(16.83)	509.46
(e) Total	62,737.26	75,322.36
3. Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	8,188.11	9,516.99
4. Other Income	156.48	147.43
5. Profit before Interest & Exceptional Items (3+4)	8,344.59	9,664.42
6. Interest	2,927.55	3,362.52
7. Profit before Tax, Minority Interest and Exceptional Item	5,417.04	6,301.90
8. Tax Expense / (Benefit)	44.05	638.78
9. Profit after Tax before Exceptional Item and Minority Interest	5,372.99	5,663.12
10. Exceptional Item	-	13,276.35
11. Net Profit/ (Loss) after Tax, Exception Item, and before Minority Interest	5,372.99	(7,613.23)
12. Minority Interest	-	(29.19)
13. Net Profit/(Loss)	5,372.99	(7,584.04)
14. Paid-up equity share capital (Face Value Rs.10 each)	1,249.10	1,249.10
15. Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year	-	7,262.24
16. Earnings Per Share (EPS) considering 10,467,532 class A Preferred units. Basic & Diluted EPS (not annualised)	23.40	(33.03)
17. Public shareholding		
- Number of shares	6,421,943	5,517,669
- Percentage of shareholding	51.41	44.17
18. Promoters and promoter group Shareholding		
a) Pledged/Encumbered		
- Number of shares	-	-
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-
- Percentage of shares (as a % of the total share capital of the company)	-	-
b) Non-encumbered		
- Number of Shares	6,069,079	6,973,353
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	48.59	55.83

Notes:

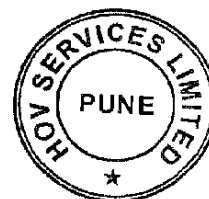
- a) The consolidated results of HOV Services Ltd. (HOVS) and its domestic and foreign subsidiaries are prepared in accordance with Accounting Standard (AS) 21 on Consolidated Financial Statements prescribed by Companies (Accounting Standards) Rules, 2006. Financial results for the current and previous year have been audited by the auditors of the Company and with regard to the financial results of the subsidiaries consolidated hereinabove, by the auditors of the respective subsidiary companies.
- b) The above consolidated results were reviewed by the Audit Committee and approved at the Board Meeting held on May 27, 2011.
- Status of Investor Complaints for the quarter ended March 31, 2011 : Complaints pending at the beginning of the quarter - Nil; Complaints received during the quarter - 5 ; Complaints disposed off during the quarter - 5 ; Complaints at the end of the quarter - Nil.
- The Company is engaged in the BPO business of Finance and Accounting Sector. Accordingly, there are no separate reportable segments as per Accounting Standard 17 on "Segment Reporting" by Companies (Accounting Standards) Rules, 2006.
- a) The Company paid three interim dividends of Rs. 2/- each per fully paid up equity share of Rs. 10/- each on August 27, 2010, on November 18, 2010 and February 21, 2011 respectively amounting to Rs. 873.94 lakhs including dividend distribution tax of Rs. 124.48 lakhs.
b) The Board of Directors' at above meeting recommended Final dividend of Rs. 2/- per equity share of Rs. 10/- each subject to the approval of shareholders in the ensuing Annual General Meeting.
- Company's standalone Turnover is Rs.2,474.01 lakhs; Profit before Tax is Rs. 1,670.33 lakhs and Profit after Tax is Rs. 1,661.31 lakhs for the year ended March 31, 2011.
- The Audited stand alone financial results of the Company are available on the Company's web site www.hovservices.com and on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com).
- The Company merged its indirect subsidiary HOV Services, LLC with SOURCECORP, Inc. effective 29th April, 2011
- The figures of the current year are not comparable since the Group had sold its "Accounts Receivable Management" activities effective January 1, 2010 and the related loss was shown as an exceptional item.
- Previous year's figures are regrouped/ rearranged wherever considered necessary to conform to current year's presentation.

For, HOV Services Limited

[Signature]

Parvinder S Chadha
Chairman & Executive Director

Place: Mumbai
Date: May 27, 2011

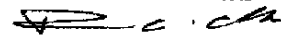


HOV SERVICES LIMITED Standalone Financial Results for the year ended on March 31, 2011 (Rs. In Lacs, except per share data)		
Particulars	Year ended March 31,	Year ended March 31,
	2011	2010
	Audited	Audited
1 Income		
(a) Income from Operations	2,474.01	749.12
	2,474.01	749.12
2 Expenditure		
(a) Employees cost	563.07	321.35
(b) Depreciation	37.23	35.12
(c) Other expenditure	215.03	162.95
(d) Rent	91.24	41.86
(e) Foreign Exchange Variation (Net)	18.21	30.35
(f) Reimbursement of Corporate Charges from Subsidiary	(98.28)	(159.04)
(f) Total	826.50	432.59
3 Profit / (Loss) from Operations before Other Income, Interest & Exceptional Items (1-2)	1,647.51	316.53
4 Other Income	22.82	29.03
5 Profit / (Loss) before Interest & Exceptional Items (3+4)	1,670.33	345.56
6 Interest	-	-
7 Profit / (Loss) after Interest but before Exceptional Items (5-6)	1,670.33	345.56
8 Tax expense/(Benefit)	9.02	53.22
9 Net Profit/(Loss) from Ordinary Activities after tax (7-8)	1,661.31	292.35
10 Paid-up equity share capital (Face Value Rs.10 each)	1,249.10	1,249.10
11 Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	6,419.60
12 Earnings Per Share (EPS)		
(a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	13.30	2.34
(b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	13.30	2.34
13 Public shareholding		
- Number of shares	6,421,943	5,517,669
- Percentage of shareholding	51.41	44.17
14 Promoters and promoter group Shareholding		
a) Pledged/Encumbered		
- Number of shares	-	-
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-
- Percentage of shares (as a % of the total share capital of the company)	-	-
b) Non-encumbered		
- Number of Shares	6,069,079	6,973,353
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00
- Percentage of shares (as a % of the total share capital of the company)	48.59	55.83

Notes:

- The financial results for the current and previous year have been Audited by the Auditors of the Company, reviewed by the Audit Committee and approved at the Board Meeting held on May 27, 2011.
- Status of Investor Complaints for the quarter ended March 31, 2011:
Complaints pending at the beginning of the quarter - Nil; Complaints received during the quarter - 5; Complaints disposed off during the quarter - 5; Complaints at the end of the quarter - Nil.
- The Company is engaged in the BPO business of Finance and Accounting Sector. Accordingly there are no separate reportable segments as per Accounting Standard 17 on "Segment Reporting" by Companies (Accounting Standards)
- a) The Company paid three interim dividends of Rs. 2/- each per fully paid up equity share of Rs. 10/- each on August 27, 2010, on November 18, 2010 and February 21, 2011 respectively amounting to Rs. 873.94 lakhs including dividend distribution tax of Rs. 124.48 lakhs.
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For, HOV Services Limited

Parvinder S Chadha
Chairman & Executive DirectorPlace: Mumbai
Date: May 27, 2011